

COVID-19 Funding

State Budget Committee

December 16, 2020

Cris Johnston

Director, Indiana Office of Management and Budget



Coronavirus Relief Fund

\$2.4 billion from U.S. Treasury Coronavirus Relief Fund

- Eligible uses:
 - are necessary expenditures incurred due to the public health emergency with respect to the Coronavirus Disease (COVID-19)
 - were not accounted for in the most recently approved budget
 - were incurred beginning March 1, 2020 and ending December 30, 2020
- Revenue replacement is not a permissible use
- Periodic guidance issued by U.S. Treasury and its Office of Inspector General

Coronavirus Relief Fund – Additional Guidance

The expenditure from the CRF does not need to occur prior to December 30, 2020

US Treasury, September 2, 2020:

“Treasury is clarifying that for a cost to be considered to have been incurred, performance or delivery must occur during the covered period but payment of funds need not be made during that time (though it is generally expected that this will take place within 90 days of a cost being incurred).”

Recipients have an extended period to reconcile expenses incurred in 2020

Reporting guidance from the US Treasury Office of Inspector General:

“As a result, we determined to allow reporting through September 30, 2021 to ensure that the prime recipient has sufficient time to capture and report all expenditures incurred that were covered with CRF, including loan repayments, the related obligations of which must have occurred, and been reported, during the covered period. In addition, any final close out reconciliations and adjustments should occur during the time period before September 30, 2021.”

Coronavirus Relief Fund

- Programmatic Memoranda of Understanding (MOU)
 - Indiana Finance Authority
 - Indiana Economic Development Corporation
 - Indiana State Department of Health
 - Governor's Workforce Cabinet
 - Department of Workforce Development
 - Commission for Higher Education
 - Indiana Housing and Community Development Authority
 - Family and Social Services Administration
 - Indiana Destination Development Corporation
 - Indiana State Department of Agriculture
 - Department of Child Services
- Direct Expense MOUs

Major Program Areas

- Public Health Response – \$739 million
- Economic and Business Relief – \$109 million
- Local Government, Community & Individual Assistance – \$376 million
- Direct Expense Recovery – \$478 million
- Additional Programming - \$740 million

Public Health Response

- Indiana State Department of Health – \$316 million
 - Testing – 88 sites, performed 121,295 tests in November
 - Contract Tracing – 1,092 contact tracers with 194 in training

Public Health Response

- Indiana Economic Development Corp.– \$221 million
 - PPE Marketplace
 - Over 62 million pieces procured
 - 16 Indiana vendors producing or manufacturing PPE
 - Over 33,000 deliveries to Indiana small businesses and nonprofits through the marketplace
 - 591 schools received two deliveries of disposable masks, reusable masks, and hand sanitizer
 - Indiana Department of Health has distributed over 6 million pieces of PPE to healthcare organizations

Public Health Response

- Indiana Department of Child Services – \$11 million
 - Provider Grant Assistance – applications under review
- Family and Social Services Administration – \$191 million
 - Nursing Facilities Financial Assistance
 - Residential and Home Health Provider Covid Expense Assistance
 - Provider Sustaining Awards
 - Safe Recovery Sites and Homeless
 - Operational Costs
 - State Hospital PPE

Economic and Business Relief

- Workforce Cabinet – \$75 million

- Workforce Ready Grant

14,962 enrollments in WRG eligible programs; 6,595 completions

- Ivy Tech
- 3rd party providers
- Vincennes
- Purdue MEP
- Indiana Wesleyan
- Saint Joseph's College

- Employer Training Grant (state appropriation and Relief Fund)

- 1,241 employers with active agreements
- 11,752 trainees
- 4,977 new hires
- 163 employers from XBE company

Economic and Business Relief

- Indiana Economic Development Corporation – \$30 million
 - Small Business Restart Program
 - 759 grants totaling \$5.73 million
 - 107 XBE grants totaling \$.695 million
- Indiana Department of Agriculture – \$4 million
 - Meat Processing Development Grant – 41 projects

Local Government, Community and Individual Relief

- Indiana Finance Authority – \$322 million
 - Local Government Support – 435 participants, 1,644 paid claims
- Indiana Housing and Community Development Authority – \$44 million
 - Rental Assistance Fund – over 21,000 served
 - Working through waiting list as original allocation was used
- Indiana Destination Development Corporation – \$10 million
 - Arts and Cultural Event Grants – 477 grantees

Direct Expense Recovery

- State Agencies - \$478 million
 - Payroll Reimbursement (General Fund/Dedicated Funds)
 - Health and Safety Measures
 - Information Technology

Additional Programming

- Unemployment Insurance Trust Fund
 - \$1.4 billion of state funds spent; now borrowing from federal government
 - Pay-off and avoid future debt
 - Initial commitment: \$400 million
 - Additional contributions are eligible
- Program realignments
 - School re-opening and safe operation expenses
 - Plan: participate in Local Public Assistance program-75%/25%
 - FEMA issuing denials
 - Other programs depending on federal assistance or lack thereof

Future Actions

- Reconciling/Closing/ Adjusting Programs
- Reporting
 - Quarterly
- Monitoring Federal legislation